

INFORMATION REPORT

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Oil Administration

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Matzen and Aderklaa

1. [redacted] the Matzen oil wells are now delivering an average of 360 tons of crude oil every 24 hours, which allegedly yields 21 to 27 percent refined products. Most of this crude oil is pumped through a direct pipeline into Matzen. The Soviets are preparing to install a new pumping system in Matzen for the 14-inch pipeline through which crude oil is pumped directly to Czechoslovakia. This new pumping system will replace several smaller pumps now in operation.
2. SMV engineers are now working on a new plan for the transfer of drill rigs within the drilling areas. Instead of dismantling each rig before removing it to another location, the Soviets have ordered a specially built tractor to tow these rigs which will be mounted on wooden bases measuring 40 centimeters square. [redacted] a total of 3,000 meters of wooden beams will be required to construct these bases.
3. An observer who made a recent trip to the Matzen and Aderklaa oilfields counted 17 drill rigs and five derricks along the road from Süssenbrunn to Aderklaa. He noted that several derricks he had seen some months ago in the same vicinity have been removed. In the Schoenkirchen-Matzen-Prottes-Bockfliess area he reported seeing a total of 375 drill rigs and derricks. [redacted] all derricks in the ITAG-Rannersdorf fields have now been transferred to Matzen (1).
4. SMV oilfield operations in the Schoenkirchen area are still hampered by periodic outcroppings of natural gas. Pressure of the escaping gas continues to force up a stream of mud to a height of 10 - 12 meters. One drill rig is now almost submerged in a black lake of mud and sludge.

Sulfuric Acid Allocations

5. The following figures represent the total amount of sulfuric acid which Donau-Chemie A.G. delivered to Soviet-controlled refineries during the month of December 1950:

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Refinery**CONFIDENTIAL** No. of Kilograms of
Sulfuric Acid

Korneuburg	29,610
Kledering	47,220
Moosbierbaum	43,070
Nova Denow	46,720
Voessendorf	44,280
Vacuum Oil Company	29,470
Shell	14,230

In addition to these sulfuric acid deliveries, the Okeros-Stockerau refinery received a total of 4,040 kilograms of oleum.

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Shipments from the Soviet Union

7. During the latter part of December 1950, SMV Headquarters disbursed a payment of 24,000,000 schillings for pipe deliveries received from Moscow during 1950.
8. The SMV Central Warehouse in Neusiedl a/d Zaya received the following shipments from the USSR between 5 December 1950 and 3 January 1951:

- 4 carloads of iron pipe, weighing a total of 62,730 kilograms, from Sartana.
- 9 carloads of pipe, weighing a total of 166,860 kilograms, from Khrompik.
- 5 carloads of pipe, weighing a total of 133,380 kilograms, from Taganrog.
- 1 carload of pipe, weighing a total of 24,860 kilograms, from Elkopol.
- 1 carload containing a total of 17,650 kilograms of pipe from an unidentified factory in the USSR.
- 16 carloads of ascending and drill pipe, each carload averaging from 15 to 18 tons, from an unidentified factory in the USSR.
- 4 carloads of drilling rods (Bohrgestaenge) each carload averaging 15 to 18 tons, from an unidentified plant in the Soviet Union.
- 1 case of special ball bearings, weighing a total of 5 kilograms, from the ball bearing factory at Saratov.

9. SMV Purchases

Shvetsov has been appointed Director of the SMV Purchasing Office to succeed Kusin who departed for the USSR on 29 December 1950.

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10. The Soviets are still importing large orders of work clothing from Czechoslovakia duty-free into Austria. It now appears that only a part of this clothing is destined for SMV employees. Two 5-ton truckloads which arrived during the first week of December 1950 are believed to have been sold on the Austrian blackmarket. On 11 December a carload of Czech-manufactured clothing which had been stored in the SMV's Lobau warehouse was loaded into a freight car presumably for shipment to the USSR. During the remainder of December the SMV received delivery of five crates of clothing through Kotva Import-Export G.m.b.H. which was dispatched by Metrans, Prague, via Lundenburg, CSR, to Vienna; five crates of clothing, weighing a total of 770 kilograms, from Metrans, Bratislava; and nine crates of work jackets which were imported through the Exico firm in Vienna. (2)
11. SMV refineries are now threatened with a shortage of caustic soda. The only recent deliveries of this commodity which the Purchasing Office has been able to procure consist of 20 tons which were allocated to the Moosbierbaum and Voessendorf refineries.
12. Between 4 and 27 December 1950 the SMV Purchasing Office paid cash for purchases from the following suppliers. All USIA-controlled firms in this list have been noted by an asterisk. Unless otherwise indicated, all non-USIA enterprises are located in the Allied sectors of Vienna.

<u>Firm</u>	<u>Item Purchased</u>	<u>Amount in Schillings</u>
Ing. Anton Eichler	Installation equipment	49,211.50
Oesterreichisches Brenntweinmonopol	Pure alcohol	2,618.40
Rudolf Musil	Automobile supplies ✓	33,370.90
Franz Reimann	T beams	4,000.00
Julius Pintsch A.G.	Kraftschlussregler	8,740.00
Oesterreichische Salinen	Salt	30,920.00
K.J. Balcauf	Building material	136,344.73
Siemens & Halske G.m.b.H.	Gas meter	25,266.17
* Teudloff-Vanag A.G.	Slide valves	4,650.00
Oesterreichische Armaturen-G.m.b.H.	Manometer and armatures	30,252.52
Traunstein-Vertrieb	Ball bearings	1,777.10
Ebenseer Solvay-Werke Solvay & Cie. Knd.-Ges.	Caustic soda	38,237.00
Kellner & Kunz	Tools	35,637.28
* St. Egydyer Eisen- u. Stahlindustrie G.m.b.H.	Steel cable	333,376.50
* Draeger, G.m.b.H.	Gas filter	1,267.15
Schaeffer & Budenberg G.m.b.H.	Manometer	150,780.00
* Wiener Kabel- u. Metall- werke A.G.	Cable	17,020.79
* Raab-Karcher G.m.b.H.	Coal	5,810.35
Ing. Theodor Petrina, Gross- u. Aussenhandel	Heavy spar	32,285.83

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<u>Firm</u>	<u>Item Purchased</u>	<u>Amount in Schillings</u>
Ing. Egon Neumann	New type nozzles	1,579.60
Austro-Flat	Ten trailers	185,000.00
Simmering-Graz-Pauker A.G. für Maschinen-, Kessel- u. Waggonbau	Steam tank pipe	22,400.00
USIA	Double T & angle iron, steel beams, gas pipe and pipe fittings	7,017.39
Two Vienna firms	Gas pipe	48,127.22
"Total" Kmdt.-Ges. Foerstner & Co., Vienna II	Ten fire extinguishers	11,700.00
Alfa Separator	Separators for the Nova-Denow refinery	16,812.29
Opel & Beyschlag, G.m.b.H.	Automobile repairs ✓	2,008.40
Juschweschtrans	Payment on account for transportation	100,000.00
* Guthan & Gaerner	Glass	1,794.05
* Osram G.m.b.H.	Electric light bulbs	24,602.05
J. & C. Reder, Vienna XX	Wood	69,840.04
Ten Vienna dealers	Automobile supplies ✓	83,141.12
Central Druckerei Ronner & Co.	Office supplies	14,274.00
"Titan" Stahl- u. Metall- waren	Fire extinguishers	2,670.00
* Wiener Werkzeug- u. Werk- zeugmaschinenfabrik Ing. Frank & Co.	Payment on account for tools	52,000.00
Six Vienna dealers	Tires	77,587.90
Seven Vienna dealers	Electrical equipment	43,144.47
* W. Megerle	Paint and brushes	14,300.71
* Wagner-Biro A.G.	Payment on account for seven condensers	126,700.00
Bunzl & Biach A.G., Vienna II	Industrial crepe	14,233.95
"Chemia" Chemikalien G.m.b.H.	Carbides	26,283.00
Seilerwaren Handelsgesellschaft m.b.H., Vienna IV	Rope	11,850.00
* AEG-Union Elektrizitaetsgesell- schaft	Electric motors	39,195.00
Vladimir Slechta vorm. Lederer & Nessenyi, Vienna XXI	Building material	41,651.54

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Firm	Item Purchased	Amount in Schillings
Julius Redelsteiner	Work clothing	23,906.00
* Henhapel-Reins, Eisen-u. Eisenwarengrosshdlg. A.G.	Tools	39,290.55
J. Medinger & Söhne	Used angle iron	789.41
Ing. Magg & Co. G.m.b.H.	Refilling fire extinguisher	1,055.00
"Canada", Tiefbohrgeraete-u. Maschinenfabrik G.m.b.H.	Drilling equipment	33,207.85
Hebenstreit (3)	Pre-welding flanges (Vorschweiss-Flanschen)	6,408.00
Achac & Söhne	Millidruckmeter	4,348.40
Beck, Koller & Co. G.m.b.H.	Paint	1,092.40
Gebr. Grch, Eisenwaren- grosshdlg.	Welding wire	3,488.08
* Carl Budischofsky & Söhne A.G.	Mistons	32,925.00
Karl Sebek	Uingrollenlehren	48,400.00
"Standard" Ges. für Techn. Artikel	Rubber products	99,463.46
Spezialfabrik moderner Pumpen Ernst Vogel, Stockerau, Lower Austria	Five pumps	12,645.00
Deutsch (2)	Hamburger bows	5,952.38
Johann Foitik, Vienna X	Sheet steel	8,112.63
* Donau-Chemie A.G.	Payment on account for sulfuric acid Oleum	250,000.00 24,368.82

SMV Scrap

13. The Soviets are still despatching regular shipments of scrap metals from SMV installations to the Satellites. Early in December 1950 SMV officials were preparing to ship an entire trainload of scrap from the SMV Central Warehouse, Neusiedl a/d Zaya, to Hungary. Since 7 December 1950, eastward shipments of defective pipe averaging 75 centimeters in diameter have been forwarded from SMV's Lobau warehouse at the rate of one carload per day. A total of seven carloads of scrap metal which USIA's Central Commercial Bureau purchased from the SMV was shipped from the Lobau warehouse to Enzersfeld, Lower Austria, during the week of 11 December 1950.

Soviet Sales of Refined Products

14. At the present time there is little demand on the Austrian market for the inferior grade of motor oil which SMV refineries are now producing. In order to unload this product, OROP, the Soviet-owned petroleum distributing agency in Vienna and Lower Austria, is forcing retail dealers into tie-in sales whereby they are required to buy a certain amount of motor oil with each purchase of gasoline.

(1) ☐ Comment: Another source reported in August 1950 that ITAG was scheduled to transfer 12 modern derricks to Matzen; ☐

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25X1 (2) ☐ Comment: This firm cannot be accurately identified from available reference material.

25X1 (3) ☐ Comment: Possibly identical with Josef Hebenstreit, Blumau bei Felixdorf, Lower Austria.

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